Before the Federal Communications Commission Washington, D.C. 20554

1

Adopted: May 21, 2020 Released: May 21, 2020

By the Chief, Pricing Policy Division, Wireline Competition Bureau:

- 1. In this Order, we approve the formulas for average schedule interstate settlement disbursements in connection with the provision of interstate access services proposed by the National Exchange Carrier Association, Inc. (NECA), pursuant to section 69.606 of the Commission's rules, for a one-year period beginning July 1, 2020. For the reasons set forth below, we approve the average schedule formulas as proposed by NECA.
- 2. According to NECA, the methods described in its December 23 Filing represent the same methods employed in last year's filing.² NECA's proposed formula changes would result in a 3.3% overall increase in settlements at constant demand.³ NECA expects actual settlements "to be lower, on average, due to projected losses of access lines and reductions in demand for special access services." The impact of the proposed formula changes "on individual average schedule companies will vary depending on each company's size, demand trends and characteristics." ⁵
- 3. By Public Notice released February 3, 2020, we sought comment on NECA's December 23 Filing.⁶ No comments were filed.
- 4. We have reviewed the NECA December 23 Filing and find that its proposed formulas are reasonable.
- 5. Accordingly, IT IS ORDERED, pursuant to sections 0.91, 0.291, and 69.606(a) of the Commission's rules, 47 CFR §§ 0.91, 0.291, 69.606(a), that the average schedule formulas proposed by the National Exchange Carrier Association, Inc., on December 23, 2019 SHALL BECOME EFFECTIVE July 1, 2020, and remain in effect through June 30, 2021.

¹ National Exchange Carrier Association *2020 Modification of Average Schedules*, Attach. to Letter from Richard A. Askoff, Executive Director-Regulatory, NECA, to Marlene H. Dortch, Secretary, FCC, WC Docket 19-371 (filed Dec. 23, 2019) (December 23 Filing); 47 CFR § 69.606(b).

² December 23 Filing at 1.

 $^{^3}$ Id.

⁴ *Id*.

⁵ *Id*.

⁶ Wireline Competition Bureau Seeks Comment on the National Exchange Carrier Association, Inc.'s Proposed Modification of Average Schedule Formulas, WC Docket No. 19-371, Public Notice, 35 FCC Rcd 139, 139 (WCB 2020).

6. IT IS FURTHER ORDERED, pursuant to section 1.102(b) of the Commission's rules, 47 CFR \S 1.102(b), that this Order SHALL BE EFFECTIVE upon release.

FEDERAL COMMUNICATIONS COMMISSION

Gil M. Strobel Chief Pricing Policy Division Wireline Competition Bureau